

Budget Brief – Subcommittee Summary

NUMBER PEDBB-05-01

SUMMARY

The Public Education Appropriations Subcommittee oversees the largest budget category in the state budget. In Fiscal Year 2005, the Public Education budget totaled over \$2.5 billion. Public Education represents 30 percent of the total expenditures appropriated by the Legislature. When only state General and Uniform School Funds are considered, the share appropriated to Public Education increases to 48 percent.

The subcommittee makes a recommendation to the Executive Appropriations Committee and the whole Legislature for final approval. The areas for which this subcommittee is responsible are:

- The Minimum School Program
- The School Building Program
- Utah State Office of Education
- Utah State Office of Rehabilitation
- Utah Schools for the Deaf and Blind
- Child Nutrition Programs
- Fine Arts and Science
- Education Contracts

New Budget Analysis Format

During the 2004 Interim the Executive Appropriations Committee unanimously approved a new budget analysis format. Budget analyses now consist of three parts:

1. Compendium of Budget Issues (COBI). This document provides detailed information at a program level. It is a resource for decision-makers desiring further detail or background information beyond the summary provided in Budget Briefs. It was mailed in November and does not contain recommendations.
2. Issue Briefs. Easily recognizable by their blue headers, these short documents will discuss issues that transcend line items or merit more discussion than space allows in the Budget Briefs.
3. Budget Briefs. Recognizable by their green headers, the Budget Brief is used to highlight issues, recommendations, accountability measures, and summary-level budget tables. The purpose of this document is to bring issues to the forefront for subcommittee discussion.

Figure 1: Public Education Budget History

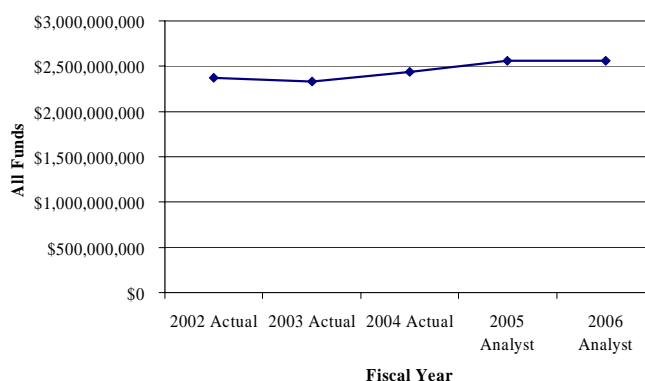


Figure 2: Public Education FTE History

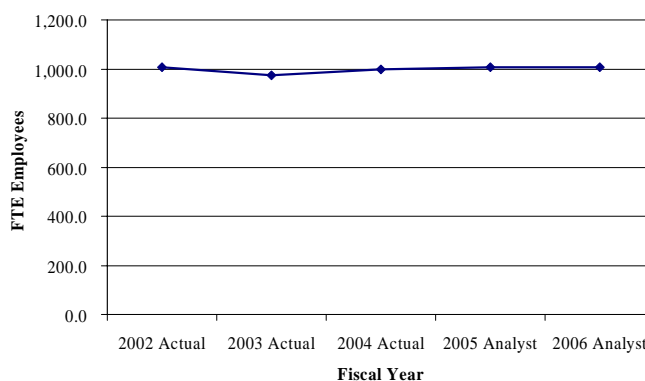
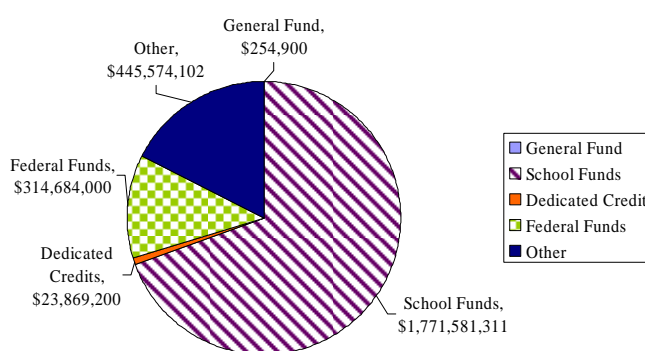


Figure 3: Public Education FY 2006 Funding Mix



ISSUES AND RECOMMENDATIONS

The Analyst recommends the subcommittee address the following issues during its deliberations.

Public Education Subcommittee Recommended Appropriation Changes*

Rank	Line Item/Program	Fiscal Year	Analyst		Subcommittee Recommended	Budget/Issue Brief Reference
			Recommended Amount	1-Time	Amount	
1	MSP - Enrollment Growth	2006	28,518,400			PEDIB-05-07
2	MSP - Charter School Enrollment Growth	2006	5,275,000			PEDIB-05-08
3	MSP - Property Tax Offset	2006	(8,281,400)			PEDIB-05-10
4	MSP - Board and Voted Leeway Tax Offset	2006	(667,200)			PEDIB-05-09
5	MSP - Youth in Custody	2005	442,000	X		PEDIB-05-11
6	MSP - Youth in Custody	2006	912,200			
7	MSP - Electronic High School	2005	200,000	X		PEDIB-05-12
8	MSP - Electronic High School	2006	300,000			
9	MSP - Teacher Supplies	2006	5,500,000	X		PEDIB-05-13
10	MSP - Online Testing	2005	5,000,000	X		PEDIB-05-16
11	MSP - Reading Program	2005	10,000,000	X		PEDIB-05-14
12	MSP - Performance Plus Math	2006	16,000,000	X		PEDIB-05-15
13	USOE - National Geographic Endowment	2006	300,000	X		PEDBB-05-04
14	Fine Arts and Sciences - POPS Program	2006	80,000			PEDBB-05-09
15	USOR - Transitional Services	2006	150,000			PEDBB-05-05
16	USOR - Independent Living	2006	100,000			PEDBB-05-05
17	USOR - Assitive Technology	2006	300,000	X		PEDBB-05-05
18	USOR - Sanderson Community Center Equip.	2006	24,000	X		PEDBB-05-05
19						
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21						
22						
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30						
Total			\$64,153,000		\$0	

*Does not include compensation package increases, or an increase in the value of the WPU.

LEGISLATIVE ACTION

The Executive Appropriations Committee (EAC) has allocated last year's ongoing state funds appropriation as this year's beginning base. The EAC requests that the subcommittee adopt base budgets for each agency under the subcommittee's purview, fund subcommittee priorities by reallocating revenue among programs, and provide a prioritized list of desired items for funding.

Base Budget Adoption

Adoption of a base budget enables programs to continue for the next fiscal year at relatively the same budget level as the current fiscal year. Some changes in base budgets may occur, namely in non-state funds, program shifts within a line item, or reduction of dedicated credits or federal funds, etc. Program base budgets are provided on page 4. Further detail of program base budgets and changes to the base may be found in upcoming Budget Briefs.

The Analyst may recommend several changes to both state funding and non-state funding levels. However, since subcommittees have not been allocated additional state funds over last year's appropriation, the Analyst has not built state fund increases into the budget tables. Non-state fund changes may be built into the tables, but are still called to legislative attention for approval or disapproval.

Public Education Subcommittee Summary and Index of Budget Briefs				
Budget/Issue Brief		FY 2005	FY 2006	
Reference	Description	Revised	Analyst	FTE
PEDBB-05-02	Minimum School Program	2,123,639,488	2,118,741,513	N/A
PEDBB-05-03	School Building Program	27,288,900	27,288,900	N/A
PEDBB-05-04	Utah State Office of Education	213,928,000	213,776,500	205.0
PEDBB-05-05	Utah State Office of Rehabilitation	53,123,600	53,987,200	403.0
PEDBB-05-06	Utah Schools for the Deaf and Blind	23,142,800	22,799,600	367.0
PEDBB-05-07	Utah Schools for the Deaf and Blind - Institutional Council	436,800	436,800	6.0
PEDBB-05-08	Child Nutrition Programs	113,087,800	113,086,700	26.0
PEDBB-05-09	Fine Arts and Sciences	3,311,500	2,991,500	N/A
PEDBB-05-10	Education Contracts	3,854,800	3,854,800	N/A
Total		\$2,561,813,688	\$2,556,963,513	\$1,007

Compensation Package Not Discussed

The Analyst's recommendations do not currently discuss personal services. In order to avoid inequities between agencies, the Executive Appropriations Committee sets compensation and benefits changes statewide.

BUDGET DETAIL TABLE

The following table provides further revenue and expenditure detail for public education. More specific information on the Minimum School Program, or the education agencies may be found in the appropriate budget brief.

Public Education						
Sources of Finance	FY 2004 Actual	FY 2005 Appropriated	Changes	FY 2005 Revised	Changes	FY 2006 Analyst*
General Fund	254,900	254,900	0	254,900	0	254,900
General Fund, One-time	0	1,400,000	(1,400,000)	0	0	0
Uniform School Fund	1,700,235,874	1,780,561,311	0	1,780,561,311	(9,396,000)	1,771,165,311
Uniform School Fund, One-time	5,891,000	32,489,000	0	32,489,000	(32,073,000)	416,000
Federal Funds	311,336,400	289,363,600	25,329,100	314,692,700	(8,700)	314,684,000
Dedicated Credits Revenue	23,853,600	23,846,550	100,850	23,947,400	(78,200)	23,869,200
Federal Mineral Lease	1,459,200	971,850	50	971,900	0	971,900
Restricted Revenue	0	0	490,000	490,000	0	490,000
GFR - Substance Abuse Prevention	396,500	490,000	(490,000)	0	0	0
USFR - Interest and Dividends Account	0	0	0	0	8,980,000	8,980,000
USFR - Professional Practices	72,000	90,700	0	90,700	1,300	92,000
Local Property Tax	386,837,837	404,899,577	0	404,899,577	26,902,425	431,802,002
Transfers	3,796,900	0	3,114,000	3,114,000	67,400	3,181,400
Transfers - Health	0	45,800	(45,800)	0	0	0
Transfers - Interagency	278,200	24,300	(24,300)	0	0	0
Transfers - State Office of Education	183,800	3,043,900	(3,043,900)	0	0	0
Beginning Nonlapsing	32,824,772	10,275,400	(878,900)	9,396,500	(302,200)	9,094,300
Closing Nonlapsing	(28,972,500)	(10,279,400)	1,185,100	(9,094,300)	56,800	(9,037,500)
Lapsing Balance	(90,800)	0	0	0	0	0
Total	\$2,438,357,683	\$2,537,477,488	\$24,336,200	\$2,561,813,688	(\$5,850,175)	\$2,555,963,513
Agencies						
State Board of Education	403,792,100	386,549,100	24,336,200	410,885,300	(952,200)	409,933,100
Minimum School Program	2,005,276,683	2,123,639,488	0	2,123,639,488	(4,897,975)	2,118,741,513
School Building Program	29,288,900	27,288,900	0	27,288,900	0	27,288,900
Total	\$2,438,357,683	\$2,537,477,488	\$24,336,200	\$2,561,813,688	(\$5,850,175)	\$2,555,963,513
Categories of Expenditure						
Personal Services	51,128,900	54,974,900	(534,900)	54,440,000	(278,400)	54,161,600
In-State Travel	768,000	666,300	102,900	769,200	(3,700)	765,500
Out of State Travel	269,500	238,000	24,200	262,200	(2,000)	260,200
Current Expense	22,618,900	21,525,200	972,000	22,497,200	(283,600)	22,213,600
DP Current Expense	2,227,800	2,051,800	73,900	2,125,700	(64,700)	2,061,000
DP Capital Outlay	56,000	255,500	(199,500)	56,000	0	56,000
Capital Outlay	94,300	124,700	(109,100)	15,600	0	15,600
Other Charges/Pass Thru	2,361,194,283	2,457,641,088	24,006,700	2,481,647,788	(5,217,775)	2,476,430,013
Total	\$2,438,357,683	\$2,537,477,488	\$24,336,200	\$2,561,813,688	(\$5,850,175)	\$2,555,963,513
Other Data						
Vehicles	83.0	83.0	0.0	83.0	0.0	83.0
Total FTE	1,000	1,002	5	1,007	0	1,007
*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.						